

RESIDENT IMPACT STATEMENT

January 30, 2006

Donald and Yvonne Pavlek, (owner name), the owners of Southside Apartments, (property), anticipates that on or after January 30, 2007, it will terminate participation in the following federally assisted housing programs for the following number of units which apply to the project:

USDA - Rural Development Section 515, 12 units apartment building.

Minnesota law requires owner to submit to the residents of the project, the City of Lonsdale, and the Minnesota Housing Finance Agency, a statement of the impact of such termination on the residents of the project. This document performs that purpose.

1. 12 units with the project will no longer be subject to rent restrictions imposed by the Federal program, which applies to the project effective as of the date of termination of the program, which will be no earlier than twelve months after the date of this Impact Statement.

2. Owners estimates that the rents to be charged after termination will be:

(2) Bedrooms \$650.00 as compared to current rents charged under the federal program of \$425.00 to \$610.00.

(3) Bedrooms \$750.00 as compared to current rents charged under the federal program of \$460.00 to \$645.00.

3. Owner proposed to assist qualified tenants who may experience an increase in rent upon termination to obtain a Section 8 voucher from the United States Department of Housing and Urban Development or the Housing and Redevelopment Authority to avoid displacement.

Donald and Yvonne Pavlek

Donald A Pavlek

Yvonne Pavlek

It's Owners

Feb 9, 2006

1-9-06

Date